

**STATE WATER RESOURCES CONTROL BOARD
RESOLUTION NO. 2017-**

MODIFY THE TERMS OF THE CLEAN WATER STATE REVOLVING FUND (CWSRF) PROGRAM FINANCING FOR DONNER SUMMIT PUBLIC UTILITIES DISTRICT (DISTRICT); WASTEWATER FACILITIES UPGRADE AND EXPANSION PROJECT (PROJECT); CLEAN WATER STATE REVOLVING FUND (CWSRF) PROGRAM PROJECT NO. C-06-7670-210; FINANCING AGREEMENT NO. 12-805-550

WHEREAS:

1. The Division of Financial Assistance (DFA) executed a financing agreement with the District for \$16,073,401 on August 31, 2012, with a 27-year term and an interest rate of 2.2 percent;
2. On July 23, 2014, DFA increased the agreement amount to \$16,846,932, with no change to the interest rate and finance term;
3. The State Water Resources Control Board (State Water Board) must set an interest rate at or above zero percent;
4. The District is in financial distress as shown in the financial report written by Clifton Larson Allen LLP; and
5. The District submitted a letter, dated August 21, 2017, formally requesting a payment modification.

THEREFORE BE IT RESOLVED THAT:

The State Water Board approves a reduction in the current interest rate from 2.2 percent to **0.751-8** percent for the remaining 25 years of the District's 27-year CWSRF financing term, **and a deferral of interest payments for the next three years.**

CERTIFICATION

The undersigned Clerk to the Board does hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the State Water Resources Control Board held on December 5, 2017.

Jeanine Townsend
Clerk to the Board